

CITY OF RIVERSIDE

BOARD OF PUBLIC UTILITIES

Minutes of: Regular Meeting of the Board of Public Utilities
Date of Meeting: June 6, 2008
Time of Meeting: 8:30 a.m.
Place of Meeting: Public Utilities Boardroom
3901 Orange Street (at Ninth & Orange Streets)
Riverside, California

PLEDGE OF ALLEGIANCE TO THE FLAG WAS GIVEN

Roll Call

Present:	Dave Barnhart (Chair)	Bob Stockton
	Ken Sutter	Bernie Titus
	Robert Elliott	Ian Davidson
	Manny Sanchez	Joe Tavaglione

Absent: Mary Curtin (absence due to business)

Assistant City Manager Michael Beck was not in attendance.

MINUTES

1. The approval of the regular meeting minutes from the Board of Public Utilities meeting held on May 16, 2008 were approved as submitted.

Motion – Titus. Second – Tavaglione.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to business)

CITIZENS PARTICIPATION

No comments.

COMMITTEE REPORTS

2. ELECTRIC COMMITTEE MEETING
The Board of Public Utilities accepted and filed the May 14, 2008 Electric Committee Minutes.

3. **WATER COMMITTEE MEETING**
The Board of Public Utilities accepted and filed the May 16, 2008 Water Committee Minutes.
4. **FINANCE/MARKETING COMMITTEE MEETING**
The Board of Public Utilities accepted and filed the May 23, 2008 Finance/Marketing Committee Minutes.

CONSENT CALENDAR

A motion was made to approve the following item on the Consent Calendar with the exception of Item 5, **INSTALLATION OF NEW 12 KV CIRCUIT AT LYNN SUBSTATION – WORK ORDER NO. 050015-08**, which was moved to the Discussion Calendar.

Motion – Davidson. Second – Sutter.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to business)

Electric Items

5. MOVED TO DISCUSSION CALENDAR

Water Items

Other Items

6. 2008 ELECTRIC AND WATER REFUNDING AND REVENUE BONDS – RATING AGENCY PRESENTATIONS AND CREDIT RATING RESULTS

The Board of Public Utilities received and filed this report.

DISCUSSION CALENDAR

5. INSTALLATION OF NEW 12 KV CIRCUIT AT LYNN SUBSTATION WORK ORDER NO. 050015-08

Board Member Manny Sanchez requested this item be placed on the Discussion Calendar for more clarification regarding the need for additional funds. Deputy General Manager Badgett explained that the additional funds were a clerical error in the estimation concerning the project.

Following discussion, the Board of Public Utilities approved the estimated additional capital expenditure of \$100,000 to install a new feeder circuit from the Lynn Substation to the Riverwalk area.

Motion – Tavaglione. Second – Elliott.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to business)

7. AWARD OF DESIGN AND BUILD SERVICES FOR THE CONSTRUCTION OF WHITEGATES RESERVOIRS NO. 1 AND NO. 2

Following discussion, the Board of Public Utilities:

1. Approved the capital expenditure of \$18,839,317 for the Whitegates Reservoirs No. 1 and No. 2 Project, Request for Proposal (RFP) Nos. 1046 and 1046A, which includes the cost for all design, construction, contract administration, inspection, and construction management with the following cost breakdown:
 - a. \$10,950,696 for Whitegates Reservoirs No. 1 - Work Order No. 0805827
 - b. \$7,888,621 for Whitegates Reservoirs No. 2 - Work Order No. 0805918
2. Awarded a contract for the construction of the Whitegates Reservoirs No. 1 and No. 2 Design/Build Project to the best value proposer, SEMA Construction, of Lake Forest, California, in the amount of \$16,772,098; and
3. Authorized issuance of change orders to the purchase orders up to \$1,000,000 (6%) of the contract amount of \$16,772,098. Such changes will be reported to the Board of Public Utilities at the conclusion of the project.

Motion – Stockton. Second – Tavaglione.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to business)

At this time, Board Member Stockton excused himself from the meeting and sat in the audience due to conflict of interest.

8. APPROVAL OF FIBER OPTIC LINE USE LICENSE AGREEMENT WITH CALIFORNIA BAPTIST UNIVERSITY

Following discussion, the Board of Public Utilities recommended that the City Council:

1. Approve Fiber Use License Agreement with California Baptist University for the license of Riverside Public Utilities' fiber optic lines; and
2. Authorize the City Manager, or his designee, to make any necessary amendments to such agreement to add or delete additional locations, identify exact quantity and length of fiber under license.

Motion – Davidson. Second – Tavaglione.

Ayes: Barnhart, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to business)
Bob Stockton (excused himself from the Board due to conflict of interest)

At this time, Board Member Stockton returned to the Board meeting.

9. OVERHEAD TO UNDERGROUND CONVERSION - VAN BUREN BOULEVARD
JACKSON STREET TO THE SANTA ANA RIVER - WORK ORDER NO. 080015-02

Following discussion, the Board of Public Utilities approved the estimated capital expenditure of \$750,000 to perform the conduit and infrastructure work for conversion of the overhead electrical facilities to underground on Van Buren Boulevard between Jackson Street and the Santa Ana River.

Motion – Elliott. Second – Tavaglione.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to business)

10. UNIT CONTINGENT POWER PURCHASE AGREEMENT BETWEEN SHOSHONE
RENAISSANCE LLC, AND CITY OF RIVERSIDE

Following discussion, the Board of Public Utilities recommended that the City Council:

1. Approve the proposed Agreement between Renaissance LLC and the City of Riverside for geothermal power recognized as a certified renewable energy resource; and
2. Authorize the City Manager, or his designee, to provide notice of termination under the terms of the Agreement if Renaissance breaches a material term of the Agreement.

Motion – Stockton. Second – Elliott.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to business)

11. UPDATE ON PORTION OF PELLISSIER RANCH PROPERTY EXCLUDED FROM TRANSFER TO THE GENERAL FUND, AS APPROVED BY RESOLUTION NO. 21080

Following discussion, the Board of Public Utilities:

1. Concurred with the Utility's proposal to stake and construct a fence around the perimeter of the retained 37-acres for the purpose of clearly identifying the property boundary; and
2. Concurred with the Utility's proposal to erect signage identifying this site as a future Riverside Public Utilities Water Treatment Plant and Electric Substation.

Additionally, the Board requested staff, when corresponding with City of Colton regarding the Pellissier Ranch Property, to include San Bernardino County School District with updated information as appropriate.

Motion – Titus. Second – Tavaglione.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to business)

12. ANNUAL RETAIL ELECTRIC PROVIDER'S REPORT TO THE CALIFORNIA ENERGY COMMISSION (CEC), ANNUAL POWER CONTENT LABEL, AND CURRENT AND FUTURE ATTESTATIONS

Following discussion, the Board of Public Utilities recommended that the City Council:

1. Approve the Annual Retail Electric Provider's Report;
2. Attest as to the accuracy of the Annual Retail Electric Provider's Report;
3. Approve the annual Power Content Label;
4. Authorize the City Manager, or his designee, to execute and submit the attestation; and
5. Delegate to the Board of Public Utilities the authority to approve future Power Content Labels, to approve and attest to such future annual reports, and to authorize the City Manager, or his designee, to so execute and submit.

Motion – Tavaglione. Second – Elliott.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to business)

Board Member Tavaglione left the meeting at this time.

13. UTILITY SERVICES AGREEMENT (USA) BETWEEN CITY OF CORONA AND CITY OF RIVERSIDE

Following discussion, the Board of Public Utilities recommended that the City Council approve the Utility Services Agreement (USA) between City of Corona and City of Riverside.

Motion – Davidson. Second – Titus.

Ayes: Barnhart, Stockton, Sutter, Titus, Elliott, Davidson, Sanchez, and Tavaglione.

Noes: None

Abstain: None.

Absent: Mary Curtin (absence due to business)
Joe Tavaglione (left meeting early)

14. ITEMS FOR FUTURE BOARD OF PUBLIC UTILITIES CONSIDERATION AS REQUESTED BY A MEMBER OF THE BOARD OF PUBLIC UTILITIES

None.

Board Chairman Barnhart reported that he received a letter from Mayor Ronald O. Loveridge requesting a representative from the Board of Public Utilities be on the City of Riverside's Clean and Green Advisory Committee which will meet once a quarter beginning September 10, 2008. Chairman Barnhart appointed Board Member Bernie Titus as the representative.


GENERAL MANAGER'S REPORT

15. State and Federal Legislative Update
16. Financial Statements - March 2008
17. Monthly Power Supply Report - April 2008
18. Monthly Update of Goals
19. City Council Agendas - May 20, 2008 and May 27, 2008
20. Upcoming Meetings
21. Systematic Reporting on Conferences/Seminars
22. Electric / Water Utility Acronyms

UPCOMING MEETING

Chairman Dave Barnhart adjourned the meeting at 10:18 a.m. to the next regularly scheduled meeting of the Board of Public Utilities to be held on **Friday, June 20, 2008** at **8:30 a.m.** in the Public Utilities Boardroom located at 3901 Orange Street in Riverside, California.

By: _____


David H. Wright, Secretary
Board of Public Utilities

Approved by: City of Riverside Board of Public Utilities

Dated: June 20, 2008